

FISCAL IMPACT STATEMENT ON BILL NO. **S658**

(Doc. No. 011waiv.kmm.doc)

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TO:	The Honorable John E. Courson, Chairman, Senate Education Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Trey Kannaday		
DATE:	April 21, 2008	SBD:	2008222

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AUTHOR:	Senator Bryant	PRIMARY CODE CITE:	59-21-420
SUBJECT:	EIA School Building Aid Program		

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ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

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**BILL SUMMARY:**

Senate Bill 658 provides that if a school district has issued bonds or otherwise undertaken any capital improvement programs during any of the most recent five fiscal years, at least fifty percent of the funds must be used to reduce the millage required to pay debt service on such outstanding bonds. The Bill further eliminates a waiver from this requirement in certain circumstances.

**EXPLANATION OF IMPACT:**

The State Department of Education (SDE) estimates this Bill will have no impact for that agency.

**LOCAL GOVERNMENT IMPACT:**

SDE indicates the absence of waivers could have an indirect impact on local school districts in the form of additional debt service expenses.

**SPECIAL NOTES:**

None.

Approved by:



Harry Bell  
Assistant Director, Office of State Budget